



STATE OF NEW JERSEY

Board of Public Utilities

Two Gateway Center

Newark, NJ 07102

www.bpu.state.nj.us

WATER

IN THE MATTER OF PINELANDS WATER)
COMPANY FOR APPROVAL OF AN)
INCREASE IN ITS RATES FOR WATER)
SERVICE, A CHANGE IN DEPRECIATION)
RATES, AND OTHER TARIFF CHANGES)

ORDER ADOPTING INITIAL
DECISION/SETTLEMENT

BPU DOCKET NO. WR05080681

OAL DOCKET NO. PUCRS08450-2005N

(SERVICE LIST ATTACHED)

BY THE BOARD.

On August 10, 2005, pursuant to N.J.S.A. 48:2-21 and N.J.A.C. 14:1-5.11 and 14:1-5.12, Pinelands Water Company, (Pinelands or Company) a public utility of the State of New Jersey filed a petition with the Board of Public Utilities (Board) seeking approval for an increase in rates for water service, a change in depreciation rates and other tariff modifications. Notwithstanding the language in the Petition, the Company's proposal includes only increases in rates and proposes no changes in the depreciation rate or other tariff modifications.

Pinelands Water Company is a wholly owned subsidiary of Middlesex Water Company. Pinelands services approximately 2,400 customers in the Township of Southampton, Burlington County, New Jersey. The Company's rate request would have resulted in an increase in total Company revenues of \$95,349, or 16.72% above current revenues of \$570,269 for the test year period ending December 31, 2005. After settlement discussions, an increase of \$42,000 representing a 7.02% increase over total revised Company revenues of \$598,538, was agreed to by the Company, the Division of the Ratepayer Advocate, and the Board Staff resulting in total Company revenues of \$640,538. This settlement is approved by this Order.

PROCEDURAL HISTORY

On September, the matter was transferred to the Office of Administrative Law (OAL) and was assigned to Administrative Law Judge (ALJ) Diana C. Sukovich. A pre-hearing conference was conducted by ALJ Sukovich on January 23, 2006.

A public hearing was held on March 6, 2006, at the Southampton Township Middle School, located in the Township of Southampton. About 250 citizens attended the public hearing, of which approximately 27 people spoke and objected to the proposed increase and the impact of the increase on senior citizens on fixed income.

The Parties to this proceeding are the Company, the Division of the Ratepayer Advocate (RPA), Board Staff (Staff), and the Intervenor, Southampton Township (Township).

Subsequent to the public hearing, the Signatory Parties (the Company, the RPA and Staff) engaged in settlement negotiations. The Signatory Parties reached a settlement on all issues (Stipulation or Settlement). The Township, by letter dated March 22, 2006, indicated that it does not oppose the Settlement.

ALJ Sukovich issued her Initial Decision recommending adoption of the Stipulation finding that the Signatory Parties had voluntarily agreed to the Settlement and that the settlement fully disposes of all issues and is consistent with the law.

STIPULATION

As more fully set forth in the attached Stipulation, the Stipulation provides that:¹

1. Pinelands Water Company's total rate base is \$1,138,646. (Settlement paragraph 1).
2. The overall rate of return is 8.70%. (Settlement paragraph 2).
3. Utilizing an overall rate of return of 8.70% results in an overall additional revenue requirement of \$42,000. As shown in Settlement paragraph 3, this amount was calculated as follows:

Rate Base	\$	1,139,249
Rate of Return		8.70%
Required Operating Income	\$	99,114
Test Year Operating Income	\$	<u>75,284</u>
Deficiency	\$	23,830
Revenue Conversion Factor		<u>1.762480</u>
Additional Revenue Requirement		\$42,000

4. A revenue increase of \$42,000 or 7.02% over current revenues is an appropriate result for this matter. The Signatory Parties agree that this revenue requirement increase represents the level of revenues necessary to ensure that the Company will continue to provide safe, adequate, and proper water service to its customers. (Settlement paragraph 4).
5. The Signatory Parties recommend that the attached tariff pages (included as Exhibit A) implementing the terms of this Stipulation should be adopted by the Board in their entirety. (Settlement paragraph 5).

¹ Cited paragraphs referenced below are to the Settlement document. This is only a summary, the full Settlement document controls, subject to the Board's findings and conclusions contained herein.

6. The Signatory Parties agree that Petitioner will no longer depreciate Customer Advances for Construction (CAC). Therefore, the Signatory Parties acknowledge that the stipulated rate increase excludes depreciation on CAC. The Signatory Parties agree that because the Company will not recognize in rates the depreciation expense associated with CAC, the Company will cease recording depreciation expense and accumulated depreciation on CAC as of the effective date of the Board Order resolving this matter. There will be no other changes to the Company's depreciation rates. (Settlement Paragraph 6).

DISCUSSIONS AND FINDINGS

As a result of the Stipulation, a residential customer using 76,000 gallons of water per year will experience an increase from \$193.47 per year (\$48.37 per quarter) to \$208.03 per year (\$52.00 per quarter). This represents an annual increase of about 7.53% or \$14.56 per year (\$3.64 per quarter).

The Board having reviewed the Stipulation and ALJ Sukovich's Initial Decision FINDS that the Signatory Parties have voluntarily agreed to the Stipulation and that the Stipulation fully disposes of all issues in this proceeding and is consistent with the law. The Board FINDS the Stipulation to be reasonable and in the public interest.

The Board HEREBY ADOPTS the Initial Decision and the Stipulation attached, hereto, as its own incorporating by reference the terms and conditions as if fully set forth at length herein, subject to the following:

1. The Company's total rate base for purposes of this proceeding is \$1,139,249.
2. The overall rate of return is 8.70%.
3. Utilizing a rate of return of 8.70% results in an overall additional revenue requirement of \$42,000.
4. The revenue requirement for Pinelands Water Company of \$640,538 is based upon an 8.70% rate of return. The resulting increase of \$42,000 over current revenues of \$598,538, equates to an approximate increase of 7.02%. This revenue ensures that Pinelands Water Company will continue to provide safe, adequate and proper service to its customers.
5. The stipulated increase excludes depreciation on Customer Advances for Construction. The Company shall cease recording depreciation expense and accumulated depreciation on CAC for ratemaking purposes.
6. There shall be no other changes to the Company's depreciation rates.

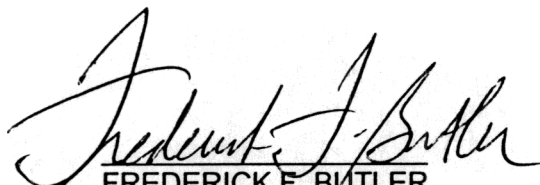
The Board HEREBY ORDERS Pinelands Water Company to submit a complete revised tariff conforming to the terms and conditions of the Stipulation and this Order within ten (10) days from the date of this Order.

The effective date of this Order is as dated below.

DATED: 4/13/06

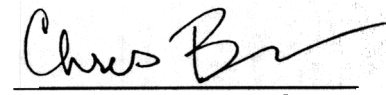
BOARD OF PUBLIC UTILITIES
BY:


JEANNE M. FOX
PRESIDENT



FREDERICK F. BUTLER
COMMISSIONER


CONNIE O. HUGHES
COMMISSIONER

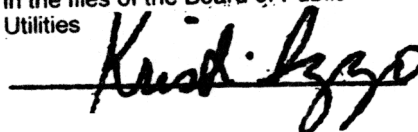

JOSEPH L. FIORDALISO
COMMISSIONER


CHRISTINE V. BATOR
COMMISSIONER

ATTEST:


KRISTI IZZO
SECRETARY

I HEREBY CERTIFY that the within
document is a true copy of the original
in the files of the Board of Public
Utilities



I/M/O PINELANDS WATER COMPANY
FOR APPROVAL OF AN INCREASE IN ITS RATES
FOR WATER SERVICE, A CHANGE IN DEPRECIATION RATES,
AND OTHER TARIFF CHANGES

BPU DOCKET NO. WR05080681
OAL DOCKET NO. PUCRS 08450-2005N

SERVICE LIST

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Anthony R. Francioso, Esq.
Township of Southampton
4569 South Broad Street
Hamilton, New Jersey, 08620

SET

2006 MAR 2 PM 3:14

STATE OF NEW JERSEY
BOARD OF PUBLIC UTILITIES

RECEIVED
MAIL ROOM

2006 MAR 20 PM 1:49

NEWARK, N.J.

IN THE MATTER OF PINELANDS	:	
WATER COMPANY FOR APPROVAL	:	BPU DOCKET NO. WR05080681
OF AN INCREASE IN ITS RATES	:	OAL DKT NO. PUCRS 08450-2005N
FOR WATER SERVICE, A CHANGE	:	
IN DEPRECIATION RATES, AND	:	STIPULATION OF
OTHER TARIFF CHANGES	:	SETTLEMENT
	:	

APPEARANCES:

Stephen B. Genzer, Esq., Saul Ewing LLP, and Kenneth J. Quinn, Esq. on behalf of Pinelands Water Company, Petitioner

Jeff Slutzky, Esq., Deputy Attorney General, on behalf of the Staff of the Board of Public Utilities

Debra F. Robinson, Esq. Assistant Deputy Ratepayer Advocate, on behalf of the Division of the Ratepayer Advocate

Anthony R. Francioso, Esq., Fornaro Francioso LLC, on behalf of Intervenor, Township of Southampton.

TO THE HONORABLE BOARD OF PUBLIC UTILITIES:

The Participating Parties in this proceeding are as follows: Pinelands Water Company (the "Company" or "Petitioner"), the Division of the Ratepayer Advocate ("Ratepayer Advocate"), the Staff of the Board of Public Utilities ("Board" or "Staff"), and Intervenor, the Township of Southampton. As a result of an analysis of Petitioner's pre-filed testimony and exhibits, extensive discovery conducted by the Ratepayer Advocate and the Board Staff, conferences, negotiations, and a public hearing held on March 6, 2006 in Southampton Township, the Company, Board Staff and the Ratepayer Advocate (collectively, the "Signatory

Parties") have come to an agreement on the issues in dispute in this matter. Southampton Township has indicated that it does not oppose this settlement, and will provide a letter to that effect. The Signatory Parties hereto agree and stipulate as follows:

The procedural history of this matter is as follows:

On August 10, 2005, Petitioner, a public utility corporation of the State of New Jersey, pursuant to N.J.S.A. 48:2-21 and N.J.A.C. 14:1-5.11 and 14:1-5.12, filed a petition to increase rates for water service, to change depreciation rates and to make other tariff changes. Specifically, Pinelands Water Company requested a rate increase of \$95,349 or approximately 16.72% above the adjusted annual level of revenues for the test year ending December 31, 2005. The Board transferred the matter to the Office of Administrative Law as a contested case where it was assigned to Administrative Law Judge Diana C. Sukovich.

A public hearing was held on the evening of March 6, 2006, at the Southampton Township School #2, located in Southampton Township, with Administrative Law Judge Richard Wells presiding. Members of the public appeared and their comments were heard by the Participating Parties and the Administrative Law Judge. More than twenty individuals spoke at the public hearing. Their comments generally concerned the magnitude of the increase requested. The Parties believe that this settlement reasonably addresses those concerns. Several settlement discussions were held, and agreements reached during those discussions have resulted in the following stipulation by the Signatory Parties:

Pinelands Water Company's total rate base for purposes of this proceeding is agreed to be \$1,139,249.

2. The Signatory Parties agree to an overall rate of return of 8.70% for Pinelands Water Company.

3 The Signatory Parties agree that utilizing an overall rate of return of 8.70% would result in an overall additional revenue requirement of \$42,000 for Pinelands Water Company. This amount was calculated as follows:

Pinelands Water Company

Rate Base	\$1,139,249
Rate of Return	x 8.70%
Required Operating Income	\$ 99,114
Test Year Operating Income	\$ 75,284
Deficiency	\$ 23,830
Revenue Conversion Factor	x 1.76248
Additional Revenue Requirement	\$ 42,000

4. The Signatory Parties stipulate that a revenue increase for Pinelands Water Company of \$42,000, or 7.02% over current revenues, is an appropriate result of this matter. The Signatory Parties anticipate this increase being effective on or about April 13, 2006. The Signatory Parties agree that this revenue requirement represents the level of revenues necessary to ensure that the Company will continue to provide safe, adequate, and proper water service to its customers.

5. The Signatory Parties agree that the attached tariff pages (included as Exhibit A), implementing the terms of this Stipulation, should be adopted by the Board in their entirety. Attached as Exhibit B is a Proof of Revenues for the Company.

6. The Signatory Parties agree that Petitioner will no longer depreciate Customer Advances for Construction ("CAC"). Therefore, the Signatory Parties acknowledge that the stipulated rate increase excludes depreciation on CAC. The Signatory Parties agree that because the Company will not recognize in rates the depreciation expense associated with CAC, the Company will cease recording depreciation expense and accumulated depreciation on CAC as of


the effective date of the Board Order resolving this matter. There will be no other changes to the Company's depreciation rates.

7. This Stipulation is the product of extensive negotiations by the Signatory Parties, and it is an express condition of the settlement embodied by this Stipulation that it be presented to the Board in its entirety without modification or condition. It is also the intent of the Signatory Parties to this Stipulation that this settlement, once accepted and approved by the Board, shall govern all issues specified and agreed to herein. The Signatory Parties to this Stipulation specifically agree that if adopted in its entirety by the Board, no appeal shall be taken by them from the order adopting same as to those issues upon which the Signatory Parties have stipulated herein. The Signatory Parties agree that the within Stipulation reflects mutual balancing of various issues and positions and is intended to be accepted and approved in its entirety. Each term is vital to this Stipulation as a whole, since the Signatory Parties hereto expressly and jointly state that they would not have signed this Stipulation had any terms been modified in any way. In the event any particular aspect of this Stipulation is not accepted and approved by the Board, then any Signatory Party hereto materially affected thereby shall not be bound to proceed under this Stipulation. The Signatory Parties further agree that the purpose of this Stipulation is to reach fair and reasonable rates, and that it will avoid protracted and costly litigation of certain issues and that with respect to any policy or other issues which were compromised in the spirit of reaching an agreement, none of the Signatory Parties shall be prohibited from or prejudiced in arguing a different policy or position before the Board in any other proceeding, as such agreements pertain only to this matter and to no other matter.

8. This Stipulation may be executed in as many counterparts as there are Signatory Parties of this Stipulation, each of which counterparts shall be an original, but all of which shall constitute one and the same instrument.


PINELANDS WATER COMPANY

3/17/06
Date

By: 
Saul Ewing LLP
Stephen B. Genzer, Esq.
Attorney for Petitioners

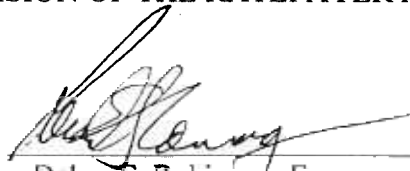
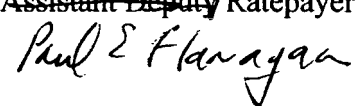

ZULIMA V. FARBER, ESQ.
ATTORNEY GENERAL OF NEW JERSEY

3/17/06
Date

By: 
Jeff Slutzky, Esq.
Deputy Attorney General

SEEMA SINGH, ESQ., DIRECTOR
DIVISION OF THE RATEPAYER ADVOCATE

3-17-06
Date

By: 
Debra F. Robinson, Esq.
Assistant Deputy Ratepayer Advocate
 



FORNARO FRANCIOSO LLC
COUNSELLORS AT LAW

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of Counsel
KATHLEEN A. FRANCIOSO*
BILL BAKUNI*

*MEMBERS OF THE NEW JERSEY & PENNSYLVANIA BAR
*MEMBER OF THE NEW JERSEY & DISTRICT OF COLUMBIA BAR

March 22, 2006

Via Telefax (973) 646-6124 & Regular Mail

The Honorable Diana C. Sukovich
Administrative Law Judge
Office of Administrative Law
33 Washington Street
Newark, New Jersey 07102

Re: I/M/O Petition of Pinelands Water Company for Approval of an Increase in its Rates for Water Service, Change in Depreciation Rates and Other Tariff Changes
BPU Docket No. WR 05080680
OAL Docket No. PUCRS 08449-2005N

I/M/O Petition of Pinelands Wastewater Company for Approval of an Increase in its Rates for Wastewater Service, Change in Depreciation Rates and Other Tariff Changes
BPU Docket No. WR 05080681
OAL Docket No. PUCRS 08540-2005N

Dear Judge Sukovich:

As you are aware FORNARO FRANCIOSO LLC represents the Township of Southampton in the above referenced rate petitions. As special counsel for the Township, I am able to advise the Court that while the Township of Southampton will not be executing the proposed Stipulations the Township of Southampton will not oppose same.

Thank you for Your Honor's consideration to the foregoing.

Respectfully submitted,
FORNARO FRANCIOSO LLC

Anthony R. Francioso, Esq.

ARF/jlm

cc: Service List

.law\data drive\Clients\Southampton Township\Pinelands Rate Case\Judge Sukovich 003.wpd

SCHEDULE A
PINELANDS WATER COMPANY
CALCULATION OF REVENUE DEFICIENCY

Rate Base	\$ 1,139,249
Rate of Return	8.700%
Operating Income Required	\$ 99,115
Operating Income at Present Rates	\$ 75,284
Operating Income Deficiency	<u>\$ 23,831</u>
Revenue Multiplier	1.762480
Required Revenue Increase	<u>\$ 42,000</u>
Total Present Rate Revenue	<u>\$ 598,538</u>
Average Revenue Increase	<u>7.02%</u>

PINELANDS WATER COMPANY
PROOF OF REVENUE
SUMMARY OF PROJECTED REVENUES

	PRESENT RATES	PROPOSED RATES	DIFFERENCE	% CHANGE
RESIDENTIAL	\$ 534,272	\$ 574,587	\$ 40,315	7.55%
PRIVATE FIRE SERVICE	-	-	-	0.00%
MUNICIPAL HYDRANT SERVICE	22,385	24,074	1,689	7.55%
MISCELLANEOUS	755	755	-	0.00%
CELL TOWER FEES	41,126	41,126	-	0.00%
ROUNDING		(4)	(4)	
GRAND TOTAL	\$ 598,538	\$ 640,538	\$ 42,000	7.02%

SUMMARY OF PROPOSED RATES

RATE INCREASE - 7.5400%

GENERAL WATER SERVICE

CONSUMPTION CHARGES

/---RATE PER TCF---\

<u>CURRENT</u>	<u>PROPOSED</u>
\$1.5573	\$1.6747

FACILITIES CHARGES

/---QUARTERLY---\

METER SIZE	<u>CURRENT</u>	<u>PROPOSED</u>
5/8"	\$18.78	\$20.19
3/4"	28.17	30.30
1"	46.95	50.49
1 1/2"	93.90	100.95
2"	150.24	161.52

PRIVATE FIRE SERVICE

FACILITIES CHARGES

METER SIZE	/---MONTHLY---\		/---QUARTERLY---\	
	<u>CURRENT</u>	<u>PROPOSED</u>	<u>CURRENT</u>	<u>PROPOSED</u>
5/8"	\$6.26	\$6.73	\$18.78	\$20.19
3/4"	9.39	10.10	28.17	30.30
1"	15.65	16.83	46.95	50.49
1 1/2"	31.30	33.65	93.90	100.95
2"	50.08	53.84	150.24	161.52

MUNICIPAL HYDRANT SERVICE

	<u>CURRENT</u>	<u>PROPOSED</u>
HYDRANT	\$243.32	\$261.67

PINELANDS WATER COMPANY
PROOF OF REVENUE

EXISTING RATES

RESIDENTIAL

FACILITIES CHARGES

<u>METER</u>	<u>BILLS</u>	<u>RATE</u>	<u>REVENUE</u>	<u>NET ADJUSTMENTS</u>	<u>TEST YEAR REVENUE</u>
5/8"	2,632	\$18.78	\$49,429		
3/4"	7,128	28.17	200,796		
1"	24	46.95	1,127		
1 1/2"	8	93.90	751		
2"	<u>20</u>	150.24	<u>3,005</u>		
	9,812		\$255,108	(\$6)	\$255,102
<u>CONSUMPTION</u>					
	179,264,933	\$0.00155730	<u>\$279,169</u>	<u>\$1</u>	<u>\$279,170</u>
TOTAL RESIDENTIAL			<u>\$534,277</u>	<u>(\$5)</u>	<u>\$534,272</u>

PRIVATE FIRE SERVICE

FACILITIES CHARGES - QUARTERLY

<u>METER</u>	<u>BILLS</u>	<u>RATE</u>	<u>REVENUE</u>	<u>NET ADJUSTMENTS</u>	<u>TEST YEAR REVENUE</u>
5/8"	0	\$18.78	\$0		
3/4"	0	28.17	0		
	0	46.95	0		
1 1/2"	0	93.90	0		
2"	<u>0</u>	150.24	<u>0</u>		
	0		\$0	\$0	\$0

CONSUMPTION

TOTAL PRIVATE FIRE SERVICE	<u>\$0</u>
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TOTAL GENERAL WATER SERVICE	<u>\$534,277</u>	<u>(\$5)</u>	<u>\$534,272</u>
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PUBLIC FIRE PROTECTION

NUMBER OF HYDRANTS	92
ANNUAL CHARGE PER HYDRANT	<u>\$243.32</u>
TOTAL PUBLIC FIRE PROTECTION	<u>\$22,385</u>

MISCELLANEOUS	<u>\$755</u>
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CELL TOWER FEES	<u>\$41,126</u>
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TOTAL PROJECTED REVENUES ALL CLASSES	<u>\$598,538</u>
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PINELANDS WATER COMPANY
 PROOF OF REVENUE
 PROPOSED RATES
 RESIDENTIAL

FACILITIES CHARGES

<u>METER</u>	<u>BILLS</u>	<u>RATE</u>	<u>REVENUE</u>	<u>NET ADJUSTMENTS</u>	<u>PROPOSED REVENUE</u>
5/8"	2,632	\$20.19	\$53,140		
3/4"	7,128	30.30	215,978		
1"	24	50.49	1,212		
1 1/2"	8	100.95	808		
2"	<u>20</u>	161.52	<u>3,230</u>		
	9,812		\$274,368	\$0	\$274,368
<u>CONSUMPTION</u>					
	179,264,933	\$0.00167472	<u>\$300,219</u>	<u>\$0</u>	<u>\$300,219</u>
TOTAL RESIDENTIAL			<u>\$574,587</u>	<u>\$0</u>	<u>\$574,587</u>

PRIVATE FIRE SERVICE

FACILITIES CHARGES - QUARTERLY

<u>METER</u>	<u>BILLS</u>	<u>RATE</u>	<u>REVENUE</u>	<u>NET ADJUSTMENTS</u>	<u>PROPOSED REVENUE</u>
5/8"	0	\$20.19	\$0		
3/4"	0	30.30	0		
1"	0	50.49	0		
1 1/2"	0	100.95	0		
2"	0	161.52	0		
	0		\$0	\$0	\$0

CONSUMPTION \$0

TOTAL PRIVATE FIRE SERVICE \$0

PUBLIC FIRE PROTECTION

NUMBER OF HYDRANTS	92
ANNUAL CHARGE PER HYDRANT	<u>\$261.67</u>
TOTAL PROJECTED PUBLIC FIRE PROTECTION	<u>\$24,074</u>

MISCELLANEOUS \$755

CELL TOWER FEES	<u>\$41,126</u>
TOTAL PROJECTED REVENUES ALL CLASSES	<u>\$640,542</u>

RATE SCHEDULE NO. 1GENERAL WATER SERVICE - GSAPPLICABILITY:

Applicable to the use of water supplied through meters in the entire territory served by the Company.

CHARACTER OF SERVICE:

Continuous except as limited by "Standard Terms and Conditions".

RATE:Consumption Charges

For all water used - Rate per 1,000 gallons - \$1.6747

Quarterly Service Charge

<u>Size of Meter</u>	<u>Per Quarter</u>
5/8"	\$ 20.19
3/4"	30.30
1"	50.49
1 1/2"	100.95
2"	161.52

A customer with a separate irrigation meter for a lawn sprinkler system shall be charged a single service charge for a 3/4" meter, unless either meter is larger than 3/4", in which case the larger meter size will be charged.

Billing shall be based on the facilities charge plus consumption charges (shown above) for each period.

Date of Issue: August 10, 2005

Effective for Service

Rendered on and after:

Issued by: Richard M. Risoldi, President
Pinelands Water Company
1500 Ronson Road
Iselin, New Jersey 08830-0452

April , 2006

The State of New Jersey enacted Ch. 443 of the Laws of New Jersey 1983 concerning the periodic testing of public water supplies which establishes a water tax of \$0.01 per 1,000 gallons of water. This tax is reflected and included in the above rates.

Filed pursuant to an Order of the Board of Public Utilities, State of New Jersey, dated April , 2006, in Docket No. WR05080681.

RATE SCHEDULE NO. 2PRIVATE FIRE SERVICE - PFSAPPLICABILITY:

Applicable to customers throughout entire territory for private fire protection service.

CHARACTER OF SERVICE:

Continuous except as limited by "Standard Terms and Conditions".

RATE:

Sprinkler connections without hose or hydrants connected to them on private property where such sprinkler connections are independently metered and used for fire service only.

<u>Service Charge</u>		
<u>Size of Meter</u>	<u>Per Quarter</u>	<u>Per Month</u>
5/8"	\$ 20.19	\$ 6.73
3/4"	30.30	10.10
1"	50.49	16.83
1 1/2"	100.95	33.65
2"	161.52	53.84

Consumption Charges

In accordance with Paragraph 10.4 of the "Standard Terms and Conditions", water for any use other than fire protection shall be charged at the General Water Service Rate for Consumption Charges (as shown on Sheet No. 37).

Date of Issue: August 10, 2005

Effective for service
Rendered on and after:
April , 2006

Issued by: Richard M. Risoldi, President
Pinelands Water Company
1500 Ronson Road
Iselin, New Jersey 08830-0452

Filed pursuant to an Order of the Board of Public Utilities, State of New Jersey, dated April , 2006, in Docket No. WR05080681.

RATE SCHEDULE NO. 3

PUBLIC FIRE PROTECTION SERVICE

APPLICABLE TO USE OF SERVICE FOR:

Municipal Fire Hydrants in Southampton Township.

CHARACTER OF SERVICE:

The service to fire hydrants shall be subject to the rules and regulations of Pinelands Water Company. Such service shall be only such as the Pinelands Water Company can deliver at the time of the demand.

RATES:

\$261.67 per hydrant, per year.

TERMS:

Service shall be rendered on an annual basis from the first day of January to the next succeeding first day of January.

Service may be terminated by Southampton Township by giving notice of at least thirty (30) days that service is to be terminated.

TERMS OF PAYMENT:

A customer has at least 15 days to pay a valid bill for service after the Company sends it. The Company will take into consideration mailing time but reserves the right to issue a written notice of its intention to discontinue water service.

Date of Issue: August 10, 2005

Issued by: Richard M. Risoldi, President
Pinelands Water Company
1500 Ronson Road
Iselin, New Jersey 08830-0452

Effective for service
Rendered on and after:
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